



**SPECIAL MEETING OF THE COMMON COUNCIL
MIDDLETOWN, CONNECTICUT
JUNE 14, 2012**

Special Meeting	A special meeting of the Common Council of the City of Middletown was held in the Council Chamber on Thursday, June 14, 2012 immediately following the 7 p.m.
Present	Mayor Daniel T. Drew, Council members Thomas J. Serra, Ronald P. Klattenberg, Mary A. Bartolotta, Gerald E. Daley, Robert Santangelo, Hope P. Kasper, Grady L. Faulkner, Jr., Philip J. Pessina, Linda Salafia, Todd G. Berch, Deborah Kleckowski; Corporation Counsel Daniel B. Ryan; Sergeant – at-arms Jim Lacasse; and Council Clerk Marie Norwood.
Absent	Councilman Joseph E. Bibisi
Also Present	Six members of the public
Meeting Called to Order	The Mayor calls the meeting to order at 7:09 p.m. and asks Julie Passenesi to lead the public in the Pledge of Allegiance.
Call of Meeting Read	The Call of Meeting was read and accepted. The Mayor declares the Call a Legal Call and the Meeting a Legal meeting.
Public Hearing Opens	<p>The Chair opens public comment at 7:10 p.m. and asks if there are any members of the public wishing to address the Council to come forward.</p> <p>Arthur Meyers comes forward to address the Council regarding the Russell Library Bond issue and states they were able to get a cost benefits prepared by Jeff Bianco who did it as a favor to the Library to present to the Council; no contract for architects has been signed. This past Tuesday, a member of the construction grant for preservation office came by regarding designation of an historic building for a possible grant; the Library won't apply for it, but the City will. There cannot be two applications. Last night, he attended the Planning and Zoning meeting and they approved this project.</p> <p>Earle Roberts, Jr. states there are five ordinances amounting to \$3.5 million and he spoke to some of the issues at the last meeting. Relative to IT areas, he hopes we did our homework. He hopes it was scrutinized and know what we are doing. He is not for or against it. He doesn't think we are astute to what we are getting into. He hopes everyone feels really comfortable. He states he is not happy on how they did the \$3 million for RLO and it will not go to vote. You will have 6-1 for the Conservation Commission and where it ends up we will hear about it. These are hard times and scrutiny is necessary. When it comes to the Senior Center in November for x million plus for that, do we have the money. Timing is everything. The discussion from the Finance Director that things are coming off the books, that doesn't matter. It is millions of dollars in his tax bill and he will have a tax increase in three weeks. Is everything necessary. The \$3 million for RLO cleanup is way out of line. At the end of the day, he hopes the net result is a healthier town. We still have debt. You should look at the ability of all the people to pay it.</p>
Public Comment Closes	<p>The Chair closes the public hearing at 7:15 p.m.</p> <p>The Chair asks if there are any questions to directors on agenda items: hearing none, he moves to item 5-1.</p>

The Clerk reads certification of funds:

To: His Honor Mayor Daniel T. Drew
and Members of the Common Council
From: Finance
Date: June 4, 2012
RE: Certification of Funds

This is to certify that funds for the appropriations requested at your meeting of June 14, 2012 are available as follows:

Purchase of various City Information Technology System & Devices Ordinance Bond Issue	\$625,000
Purchase and Installation of a New Telephone System for City Buildings Ordinance Bond Issue	\$685,000

Purchase of New City Information Technology Storage Infrastructure Ordinance Bond Issue	\$736,000
Renovations and Improvements to Russell Library Ordinance Bond Issue	\$749,250
Physical Inspection & Revaluation Of all Real Property in the City Ordinance Bond Issue	\$750,000
Respectfully submitted, Carl Erlacher Director of Finance	

Agenda Item 5-1

Councilman Klattenberg reads the ordinance through section 1, appropriating \$625,000 for purchase of various City Information Technology Information systems and devices.

Motion To Waive The Rules

Councilman Serra moves to waive the reading of the rest of the ordinance; Councilman Faulkner seconds the motion. The vote is called and it is unanimous to approve with eleven aye votes. The Chair states the matter passes unanimously with eleven affirmative votes.

The Chair states he will entertain a motion regarding the bond ordinance. Councilman Klattenberg moves the ordinance for approval and his motion is seconded by Councilman Pessina. The Chair calls for discussion; hearing none, he calls for a vote by roll call

Councilwoman Bartolotta	Aye
Councilman Berch	Aye
Councilman Bibisi	Absent
Councilman Daley	Aye
Councilman Faulkner	Aye
Councilwoman Kasper	Aye
Councilman Klattenberg	Aye
Councilwoman Kleckowski	Aye
Councilman Pessina	Aye
Councilwoman Salafia	Aye
Councilman Santangelo	Aye
Councilman Serra	Aye

The Chair states the matter passes unanimously with eleven affirmative votes.

Ordinance No.
File Name
Description

14-12
City of Middletown Bond Ordinance Miscellaneous IT projects
An Ordinance Appropriating \$625,000 for the Purchase of Various City Information Technology Systems and Devices and Authorizing the Issue of \$625,000 Bonds of the City to Meet Said Appropriation and pending the issuance thereof the making of temporary borrowings for such purpose.

(Approved)

Section 1. The sum of \$625,000 is hereby appropriated for the purchase of new City information technology systems and devices, including, without limitation, upgrades to the Council Chambers broadcast system, municipal buildings security systems and upgrades, retrofitting the security system at Police headquarters, GIS corrections and upgrades, data modems for Public Safety vehicles, security improvements to the Emergency Management building on Randolph Road, and various network management systems; such systems and devices shall consist of hardware components, software systems, installation, configuration services, training and support, equipment, consultants, testing, legal, administrative and financing costs as may be accomplished within said appropriation (hereafter the "Project"). Said appropriation shall be inclusive of state and federal grants in aid thereof.

Section 2. The expected useful life of the Project is ten (10) years. The total estimated cost of the Project is \$625,000, no portion of which is expected to be paid from sources other than the proposed bond issue.

Section 3. To meet said appropriation \$625,000 bonds of the City, or so much thereof as may be necessary for said purpose, may be issued, maturing not later than the tenth (10th) year after their date, or such later date as may be allowed by law. The bonds may be issued in one or more series as shall be determined by the Mayor and the City Treasurer, and the amount of bonds of each series to be issued shall be fixed by the Mayor and the City Treasurer. The bonds shall be issued in an amount necessary to meet the City's share of Project costs determined after considering the estimated amounts of grants in aid of the Project and will provide funds sufficient with other funds available for such purpose to pay the principal of and the interest on all temporary borrowings in anticipation of the receipt of the proceeds of said bonds outstanding at the time of the issuance thereof, and to pay for the administrative, printing and legal costs of issuing the bonds. The bonds shall be in the denomination of \$1,000 or a whole multiple thereof, or, be combined with other bonds of the City and such combined issue shall be in the denomination per aggregate maturity of \$1,000 or a whole multiple thereof, be issued in

bearer form or in fully registered form, be executed in the name and on behalf of the City by the manual or facsimile signatures of the Mayor and the City Treasurer, bear the City seal or a facsimile thereof, be certified by a bank or trust company designated by the Mayor and the City Treasurer, which bank or trust company may be designated the registrar and transfer agent, be payable at a bank or trust company designated by the Mayor and the City Treasurer, and be approved as to their legality by Bond Counsel. They shall bear such rate or rates of interest (whether fixed or floating) as shall be determined by the Mayor and the City Treasurer. The bonds shall be general obligations of the City and each of the bonds shall recite that every requirement of law relating to its issue has been duly complied with, that such bond is within every debt and other limit prescribed by law, and that the full faith and credit of the City are pledged to the payment of the principal thereof and the interest thereon and paid from property taxation to the extent not paid from other funds available for the payment thereof. The aggregate principal amount of the bonds of each series, the annual installments of principal, maturity dates, prices, redemption provisions, if any, time of issue and sale, and other terms, details and particulars of such bonds, including the terms of any reserve that might be established as authorized herein, shall be determined by the Mayor and the City Treasurer in the best interests of the City and in accordance with the requirements of the General Statutes of Connecticut, as amended.

Section 4. Said bonds shall be sold by the Mayor and City Treasurer in a competitive offering or by negotiation, in their discretion. If sold at competitive offering, the bonds shall be at not less than par and accrued interest on the basis of the lowest net or true interest cost to the City, or comparable method. If the bonds are sold by negotiation the purchase contract shall be approved by the Mayor and City Treasurer.

Section 5. The Mayor and the City Treasurer are authorized to make temporary borrowings in anticipation of the receipt of the proceeds of any series of said bonds. Notes evidencing such borrowings shall be signed by the manual or facsimile signatures of the Mayor and the City Treasurer, have the seal of the City or a facsimile thereof affixed, be payable at a bank or trust company designated by the Mayor and the City Treasurer, be certified by a bank or trust company designated by the Mayor and the City Treasurer pursuant to the General Statutes of Connecticut, as amended, and be approved as to their legality by Bond Counsel. They shall be issued with maturity dates which comply with the provisions of the General Statutes governing the issuance of such notes, as the same may be amended from time to time. The notes shall be general obligations of the City and each of the notes shall recite that every requirement of law relating to its issue has been duly complied with, that such note is within every debt and other limit prescribed by law, and that the full faith and credit of the City are pledged to the payment of the principal thereof and the interest thereon. The net interest cost on such notes, including renewals thereof, and the expense of preparing, issuing and marketing them, to the extent paid from the proceeds of such renewals or said bonds, shall be included as a cost of the Project. Upon the sale of said bonds the proceeds thereof, to the extent required, shall be applied forthwith to the payment of the principal of and the interest on any such temporary borrowings then outstanding or shall be deposited with a bank or trust company in trust for such purpose.

Section 6. In connection with the issuance of any bonds or notes authorized herein, the City may exercise any power delegated to municipalities pursuant to Section 7-370b, as may be approved and executed by the Mayor and the City Treasurer, including the authority to enter into agreements moderating interest rate fluctuation, provided any such agreement or exercise of authority shall be approved by the Common Council.

Section 7. With respect to the receipt of original issuance premium or bid premium upon the sale of the bonds or notes herein authorized, the Mayor and City Treasurer are authorized, but not required, to apply original issuance premium and bid premium, if applicable, to fund future debt service payments on such bonds or notes or to fund any purpose for which bonds of the City are authorized to be issued, and such application shall reduce the amount of authorized and unissued bonds of the purpose to which the premium was applied, in the amount so applied.

Section 8. In order to meet the capital cash flow expenditure needs of the City, the Director of Finance, with notice to and advice from the Mayor and the City Treasurer, is authorized to allocate and reallocate expenditures incurred for the Project to any bonds or notes of the City outstanding as of the date of such allocation, and the bonds or notes to which such expenditures have been allocated shall be deemed to have been issued for such purpose, including the bonds and notes and Project herein authorized.

Section 9. The issue of the bonds aforesaid and of all other bonds or notes of the City heretofore authorized but not yet issued, as of the effective date of this Ordinance, would not cause the indebtedness of the City to exceed any debt limit calculated in accordance with law as shown by the "Debt Statement" attached hereto.

Section 10. The Mayor is hereby authorized to spend a sum not to exceed the aforesaid appropriation for the purposes set forth herein, and the Mayor is specifically authorized to make, execute and deliver any contract or contracts, and any other documents necessary or convenient to complete the improvements authorized herein and the financing thereof.

Section 11. The Mayor, the City Treasurer and the Director of Finance are each hereby authorized to apply for and accept any available State or Federal grant in aid of the financing of the Project, and to take all action necessary or proper in connection therewith.

Section 12. The City hereby expresses its official intent pursuant to 1.150-2 of the Federal Income Tax Regulations, Title 26 (the "Regulations"), to reimburse expenditures paid 60 days prior to and after the date of passage of this ordinance in the maximum amount and for the Project with the proceeds of bonds, notes, or other obligations authorized to be issued by the City. Such obligations shall be issued to reimburse such expenditures not later than 18 months after the later of the date of the expenditure or the substantial completion of the Project, or such later date as the Regulations may authorize. The City hereby certifies that the intention to reimburse as expressed herein is based upon its reasonable expectations as of this date. The Director of Finance or his designee is authorized to pay project expenses in accordance herewith pending the issuance of any such reimbursement obligations, and to amend this declaration.

Section 13. The Director of Finance is hereby authorized to exercise all powers conferred by Section 3-20e of the general statutes with respect to secondary market disclosure and to provide annual information and notices of material events as enumerated in Securities and Exchange Commission Exchange Act Rule 15c2-12, as amended, as may be necessary, appropriate or desirable to effect the sale of the bonds and notes authorized by this ordinance.

Section 14. This ordinance shall become effective fifteen days after its publication in a newspaper of general circulation in the City pursuant to Section 5 of the City Charter.

DEBT STATEMENT June 30, 2012 CITY OF MIDDLETOWN, CONNECTICUT		
ANNUAL RECEIPTS FROM TAXATION AND REIMBURSEMENTS ("BASE") Fiscal Year Ended June 30, 2011		107,186,386
BORROWING CAPACITY FOR EACH CLASS:		
2-1/4 times base for General Purposes		241,169,369
4-1/2 times base for Schools		482,338,737
3-3/4 times base for Sewers		401,948,948
3-1/4 times base for Urban Renewal		348,355,755
3 times base for Unfunded Past Benefit Obligations		321,559,158
MAXIMUM AGGREGATE BORROWING CAPACITY: 7 times Base		750,304,702
INDEBTEDNESS BONDS AND NOTES:		
GENERAL PURPOSES	24,789,430	
SCHOOLS	23,376,320	
SEWERS	3,691,875	
URBAN RENEWAL	-	
UNFUNDED PAST BENEFIT OBLIGATIONS	-	
BONDS AND NOTES AUTHORIZED BUT UNISSUED		
GENERAL PURPOSES	30,945,331	
SCHOOLS	923,449	
SEWERS	22,154,040	
URBAN RENEWAL	-	
UNFUNDED PAST BENEFIT OBLIGATIONS	-	
CLEAN WATER FUND LOANS:		
SEWERS	5,761,815	
SUB-TOTAL INDEBTEDNESS	111,642,260	
LESS		
FEDERAL AND STATE OF CONNECTICUT BUILDING GRANTS, COMMITMENTS AND RECEIVABLES		
GENERAL PURPOSE	-	
SCHOOLS	-	
SEWERS	-	
URBAN RENEWAL	-	
TOTAL DEDUCTIONS	0	
NET INDEBTEDNESS LESS TOTAL DEDUCTIONS		111,642,260
BALANCE OF BORROWING CAPACITY FOR EACH CLASS		
GENERAL PURPOSE	185,434,608	
SCHOOLS	458,038,968	
SEWERS	370,341,218	
URBAN RENEWAL	348,355,755	
UNFUNDED PAST BENEFIT OBLIGATIONS	321,559,158	
BALANCE OF MAXIMUM AGGREGATE BORROWING CAPACITY AVAILABLE		638,662,442

Agenda Item

5-2

Councilwoman Bartolotta reads the bond ordinance for \$685,000 for telephone systems through Section 1.

Motion to Waive the Rules

Councilman Serra moves to waive the rules to waive the reading of the rest of the ordinance; his motion is seconded by Councilman Berch. There is no discussion. The vote is called and it is unanimous to waive the rules to waive the reading. The Chair states the matter passes unanimously with eleven affirmative votes.

The Chair states he will entertain a motion regarding the bond ordinance. Councilman Klattenberg moves the ordinance for approval and his motion is seconded by Councilwoman Kleckowski. The Chair calls for discussion; hearing none, he calls for a vote by roll call

Councilwoman Bartolotta	Aye
Councilman Berch	Aye
Councilman Bibisi	Absent
Councilman Daley	Aye
Councilman Faulkner	Aye
Councilwoman Kasper	Aye
Councilman Klattenberg	Aye
Councilwoman Kleckowski	Aye
Councilman Pessina	Aye
Councilwoman Salafia	Aye
Councilman Santangelo	Aye
Councilman Serra	Aye

The Chair states the matter passes unanimously with eleven affirmative votes.

Ordinance No.	15-12
File Name	CityofMiddletownBondOrdinance – phonesystemupgrade
Description	An Ordinance Appropriating \$685,000 for the purchase and installation of a new telephone system for City buildings and authorizing the issue of \$685,000 bonds of the City to meet said appropriation and pending

the issuance thereof the making of temporary borrowings for such purpose.

(Approved)

Section 1. The sum of \$685,000 is hereby appropriated for the design, purchase and installation of a new telephoning system for City buildings, including, without limitation, hardware components, software systems, installation, configuration services, training and support, equipment, consultants, testing, legal, administrative and financing costs as may be accomplished within said appropriation (hereafter the "Project"). Said appropriation shall be inclusive of state and federal grants in aid thereof.

Section 2. The expected useful life of the Project is ten (10) years. The total estimated cost of the Project is \$685,000, no portion of which is expected to be paid from sources other than the proposed bond issue.

Section 3. To meet said appropriation \$685,000 bonds of the City, or so much thereof as may be necessary for said purpose, may be issued, maturing not later than the tenth (10th) year after their date, or such later date as may be allowed by law. The bonds may be issued in one or more series as shall be determined by the Mayor and the City Treasurer, and the amount of bonds of each series to be issued shall be fixed by the Mayor and the City Treasurer. The bonds shall be issued in an amount necessary to meet the City's share of Project costs determined after considering the estimated amounts of grants in aid of the Project and will provide funds sufficient with other funds available for such purpose to pay the principal of and the interest on all temporary borrowings in anticipation of the receipt of the proceeds of said bonds outstanding at the time of the issuance thereof, and to pay for the administrative, printing and legal costs of issuing the bonds. The bonds shall be in the denomination of \$1,000 or a whole multiple thereof, or, be combined with other bonds of the City and such combined issue shall be in the denomination per aggregate maturity of \$1,000 or a whole multiple thereof, be issued in bearer form or in fully registered form, be executed in the name and on behalf of the City by the manual or facsimile signatures of the Mayor and the City Treasurer, bear the City seal or a facsimile thereof, be certified by a bank or trust company designated by the Mayor and the City Treasurer, which bank or trust company may be designated the registrar and transfer agent, be payable at a bank or trust company designated by the Mayor and the City Treasurer, and be approved as to their legality by Bond Counsel. They shall bear such rate or rates of interest (whether fixed or floating) as shall be determined by the Mayor and the City Treasurer. The bonds shall be general obligations of the City and each of the bonds shall recite that every requirement of law relating to its issue has been duly complied with, that such bond is within every debt and other limit prescribed by law, and that the full faith and credit of the City are pledged to the payment of the principal thereof and the interest thereon and paid from property taxation to the extent not paid from other funds available for the payment thereof. The aggregate principal amount of the bonds of each series, the annual installments of principal, maturity dates, prices, redemption provisions, if any, time of issue and sale, and other terms, details and particulars of such bonds, including the terms of any reserve that might be established as authorized herein, shall be determined by the Mayor and the City Treasurer in the best interests of the City and in accordance with the requirements of the General Statutes of Connecticut, as amended.

Section 4. Said bonds shall be sold by the Mayor and City Treasurer in a competitive offering or by negotiation, in their discretion. If sold at competitive offering, the bonds shall be at not less than par and accrued interest on the basis of the lowest net or true interest cost to the City, or comparable method. If the bonds are sold by negotiation the purchase contract shall be approved by the Mayor and City Treasurer.

Section 5. The Mayor and the City Treasurer are authorized to make temporary borrowings in anticipation of the receipt of the proceeds of any series of said bonds. Notes evidencing such borrowings shall be signed by the manual or facsimile signatures of the Mayor and the City Treasurer, have the seal of the City or a facsimile thereof affixed, be payable at a bank or trust company designated by the Mayor and the City Treasurer, be certified by a bank or trust company designated by the Mayor and the City Treasurer pursuant to the General Statutes of Connecticut, as amended, and be approved as to their legality by Bond Counsel. They shall be issued with maturity dates which comply with the provisions of the General Statutes governing the issuance of such notes, as the same may be amended from time to time. The notes shall be general obligations of the City and each of the notes shall recite that every requirement of law relating to its issue has been duly complied with, that such note is within every debt and other limit prescribed by law, and that the full faith and credit of the City are pledged to the payment of the principal thereof and the interest thereon. The net interest cost on such notes, including renewals thereof, and the expense of preparing, issuing and marketing them, to the extent paid from the proceeds of such renewals or said bonds, shall be included as a cost of the Project. Upon the sale of said bonds the proceeds thereof, to the extent required, shall be applied forthwith to the payment of the principal of and the interest on any such temporary borrowings then outstanding or shall be deposited with a bank or trust company in trust for such purpose.

Section 6. In connection with the issuance of any bonds or notes authorized herein, the City may exercise any power delegated to municipalities pursuant to Section 7-370b, as may be approved and executed by the Mayor and the City Treasurer, including the authority to enter into agreements moderating interest rate fluctuation, provided any such agreement or exercise of authority shall be approved by the Common Council.

Section 7. With respect to the receipt of original issuance premium or bid premium upon the sale of the bonds or notes herein authorized, the Mayor and City Treasurer are authorized, but not required, to apply original issuance premium and bid premium, if applicable, to fund future debt service payments on such bonds or notes or to fund any purpose for which bonds of the City are authorized to be issued, and such application shall reduce the amount of authorized and unissued bonds of the purpose to which the premium was applied, in the amount so applied.

Section 8. In order to meet the capital cash flow expenditure needs of the City, the Director of Finance, with notice to and advice from the Mayor and the City Treasurer, is authorized to allocate and reallocate expenditures incurred for the Project to any bonds or notes of the City outstanding as of the date of such allocation, and the bonds or notes to which such expenditures have been allocated shall be deemed to have been issued for such purpose, including the bonds and notes and Project herein authorized.

Section 9. The issue of the bonds aforesaid and of all other bonds or notes of the City heretofore authorized but not yet issued, as of the effective date of this Ordinance, would not cause the indebtedness of the City to exceed any debt limit calculated in accordance with law as shown by the "Debt Statement" attached hereto.

Section 10. The Mayor is hereby authorized to spend a sum not to exceed the aforesaid appropriation for the purposes set forth herein, and the Mayor is specifically authorized

to make, execute and deliver any contract or contracts, and any other documents necessary or convenient to complete the improvements authorized herein and the financing thereof.

Section 11. The Mayor, the City Treasurer and the Director of Finance are each hereby authorized to apply for and accept any available State or Federal grant in aid of the financing of the Project, and to take all action necessary or proper in connection therewith.

Section 12. The City hereby expresses its official intent pursuant to 1.150-2 of the Federal Income Tax Regulations, Title 26 (the "Regulations"), to reimburse expenditures paid 60 days prior to and after the date of passage of this ordinance in the maximum amount and for the Project with the proceeds of bonds, notes, or other obligations authorized to be issued by the City. Such obligations shall be issued to reimburse such expenditures not later than 18 months after the later of the date of the expenditure or the substantial completion of the Project, or such later date as the Regulations may authorize. The City hereby certifies that the intention to reimburse as expressed herein is based upon its reasonable expectations as of this date. The Director of Finance or his designee is authorized to pay project expenses in accordance herewith pending the issuance of any such reimbursement obligations, and to amend this declaration.

Section 13. The Director of Finance is hereby authorized to exercise all powers conferred by Section 3-20e of the general statutes with respect to secondary market disclosure and to provide annual information and notices of material events as enumerated in Securities and Exchange Commission Exchange Act Rule 15c2-12, as amended, as may be necessary, appropriate or desirable to effect the sale of the bonds and notes authorized by this ordinance.

Section 14. This ordinance shall become effective fifteen days after its publication in a newspaper of general circulation in the City pursuant to Section 5 of the City Charter.

DEBT STATEMENT
June 30, 2012
CITY OF MIDDLETOWN, CONNECTICUT

ANNUAL RECEIPTS FROM TAXATION AND REIMBURSEMENTS ("BASE") Fiscal Year Ended June 30, 2011	107,186,386
BORROWING CAPACITY FOR EACH CLASS: 2-1/4 times base for General Purposes 4-1/2 times base for Schools 3-3/4 times base for Sewers 3-1/4 times base for Urban Renewal 3 times base for Unfunded Past Benefit Obligations	241,169,369 482,338,737 401,948,948 348,355,755 321,559,158
MAXIMUM AGGREGATE BORROWING CAPACITY: 7 times Base	750,304,702
INDEBTEDNESS BONDS AND NOTES: GENERAL PURPOSES SCHOOLS SEWERS URBAN RENEWAL UNFUNDED PAST BENEFIT OBLIGATIONS	24,789,430 23,376,320 3,691,875 - -
BONDS AND NOTES AUTHORIZED BUT UNISSUED GENERAL PURPOSES SCHOOLS SEWERS URBAN RENEWAL UNFUNDED PAST BENEFIT OBLIGATIONS	30,945,331 923,449 22,154,040 - -
CLEAN WATER FUND LOANS: SEWERS	5,761,815
SUB-TOTAL INDEBTEDNESS	111,642,260
LESS FEDERAL AND STATE OF CONNECTICUT BUILDING GRANTS, COMMITMENTS AND RECEIVABLES GENERAL PURPOSE SCHOOLS SEWERS URBAN RENEWAL TOTAL DEDUCTIONS	- - - - - 0
NET INDEBTEDNESS LESS TOTAL DEDUCTIONS	111,642,260
BALANCE OF BORROWING CAPACITY FOR EACH CLASS GENERAL PURPOSE SCHOOLS SEWERS URBAN RENEWAL UNFUNDED PAST BENEFIT OBLIGATIONS	185,434,608 458,038,968 370,341,218 348,355,755 321,559,158
BALANCE OF MAXIMUM AGGREGATE BORROWING CAPACITY AVAILABLE	638,662,442

Agenda Item 5-3

Councilwoman Kasper reads the bond ordinance appropriating \$736,000 for new City Information Technology storage infrastructure, through Section 1.

Waive the Rules

Councilman Pessina moves to waive the rules to waive the reading of the rest of the ordinance; his motion is seconded by Councilwoman Kleckowski. There is no discussion. The Chair calls for the vote and it is unanimous to approve with eleven aye votes. The Chair states the matter passes unanimously with eleven affirmative votes.

The Chair states he will entertain a motion regarding the bond ordinance. Councilman Serra moves the ordinance for approval and his motion is seconded by Councilman Daley. The Chair calls for discussion; hearing none, he calls for a vote by roll call

Councilwoman Bartolotta	Nay
Councilman Berch	Aye
Councilman Bibisi	Absent
Councilman Daley	Aye
Councilman Faulkner	Aye
Councilwoman Kasper	Aye
Councilman Klattenberg	Aye
Councilwoman Kleckowski	Aye
Councilman Pessina	Aye
Councilwoman Salafia	Aye
Councilman Santangelo	Aye
Councilman Serra	Aye

The Chair states the matter passes with ten affirmative and one negative vote

Ordinance No.
File Name
Description

16-12
cityofmiddletownbondordinance – Itstorageinfrastructure
An Ordinance appropriating \$736,000 for the purchase of New City Information Technology Storage Infrastructure and Authorizing the Issue of \$736,000 Bonds Of The City To Meet Said Appropriation and Pending The Issuance Thereof The Making Of Temporary Borrowings For Such Purpose

(Approved)

Section 1. The sum of \$736,000 is hereby appropriated for the purchase of new City information technology storage infrastructure for electronic data, including, without limitation, hardware components, software systems, backup systems, document management systems, installation, configuration services, training and support, equipment, consultants, testing, legal, administrative and financing costs as may be accomplished within said appropriation (hereafter the “Project”). Said appropriation shall be inclusive of state and federal grants in aide thereof.

Section 2. The expected useful life of the Project is ten (10) years. The total estimated cost of the Project is \$736,000, no portion of which is expected to be paid from sources other than the proposed bond issue.

Section 3. To meet said appropriation \$736,000 bonds of the City, or so much thereof as may be necessary for said purpose, may be issued, maturing not later than the tenth (10th) year after their date, or such later date as may be allowed by law. The bonds may be issued in one or more series as shall be determined by the Mayor and the City Treasurer, and the amount of bonds of each series to be issued shall be fixed by the Mayor and the City Treasurer. The bonds shall be issued in an amount necessary to meet the City’s share of Project costs determined after considering the estimated amounts of grants in aid of the Project and will provide funds sufficient with other funds available for such purpose to pay the principal of and the interest on all temporary borrowings in anticipation of the receipt of the proceeds of said bonds outstanding at the time of the issuance thereof, and to pay for the administrative, printing and legal costs of issuing the bonds. The bonds shall be in the denomination of \$1,000 or a whole multiple thereof, or, be combined with other bonds of the City and such combined issue shall be in the denomination per aggregate maturity of \$1,000 or a whole multiple thereof, be issued in bearer form or in fully registered form, be executed in the name and on behalf of the City by the manual or facsimile signatures of the Mayor and the City Treasurer, bear the City seal or a facsimile thereof, be certified by a bank or trust company designated by the Mayor and the City Treasurer, which bank or trust company may be designated the registrar and transfer agent, be payable at a bank or trust company designated by the Mayor and the City Treasurer, and be approved as to their legality by Bond Counsel. They shall bear such rate or rates of interest (whether fixed or floating) as shall be determined by the Mayor and the City Treasurer. The bonds shall be general obligations of the City and each of the bonds shall recite that every requirement of law relating to its issue has been duly complied with, that such bond is within every debt and other limit prescribed by law, and that the full faith and credit of the City are pledged to the payment of the principal thereof and the interest thereon and paid from property taxation to the extent not paid from other funds available for the payment thereof. The aggregate principal amount of the bonds of each series, the annual installments of principal, maturity dates, prices, redemption provisions, if any, time of issue and sale, and other terms, details and particulars of such bonds, including the terms of any reserve that might be established as authorized herein, shall be determined by the Mayor and the City Treasurer in the best interests of the City and in accordance with the requirements of the General Statutes of Connecticut, as amended.

Section 4. Said bonds shall be sold by the Mayor and City Treasurer in a competitive offering or by negotiation, in their discretion. If sold at competitive offering, the bonds shall be at not less than par and accrued interest on the basis of the lowest net or true interest cost to the City, or comparable method. If the bonds are sold by negotiation the purchase contract shall be approved by the Mayor and City Treasurer.

Section 5. The Mayor and the City Treasurer are authorized to make temporary borrowings in anticipation of the receipt of the proceeds of any series of said bonds. Notes evidencing such borrowings shall be signed by the manual or facsimile signatures of the Mayor and the City Treasurer, have the seal of the City or a facsimile thereof affixed, be payable at a bank or trust company designated by the Mayor and the City Treasurer, be certified by a bank or trust company designated by the Mayor and the City Treasurer pursuant to the General Statutes of Connecticut, as amended, and be approved as to their legality by Bond Counsel. They shall be issued with maturity dates which comply with the provisions of the General Statutes governing the issuance of such notes, as the same may be amended from time to time. The notes shall be general obligations of the City and each of the notes shall recite that every requirement of law relating to its issue has been duly complied with, that such note is within every debt and other limit prescribed by law, and that the full faith and credit of the City are pledged to the payment of the principal thereof and the interest thereon. The net interest cost on such notes, including renewals thereof, and the expense of preparing, issuing and marketing them, to the extent paid from the proceeds of such renewals or said bonds, shall be included as a cost of the Project. Upon the sale of said bonds the proceeds thereof, to the extent required, shall be applied forthwith to the payment of the principal of and the interest on any such temporary borrowings then outstanding or shall be deposited with a bank or trust company in trust for such purpose.

Section 6. In connection with the issuance of any bonds or notes authorized herein, the City may exercise any power delegated to municipalities pursuant to Section 7-370b, as may be approved and executed by the Mayor and the City Treasurer, including the authority to enter into agreements moderating interest rate fluctuation, provided any such agreement or exercise of authority shall be approved by the Common Council.

Section 7. With respect to the receipt of original issuance premium or bid premium upon the sale of the bonds or notes herein authorized, the Mayor and City Treasurer are authorized, but not required, to apply original issuance premium and bid premium, if applicable, to fund future debt service payments on such bonds or notes or to fund any purpose for which bonds of the City are authorized to be issued, and such application shall reduce the amount of authorized and unissued bonds of the purpose to which the premium was applied, in the amount so applied.

Section 8. In order to meet the capital cash flow expenditure needs of the City, the Director of Finance, with notice to and advice from the Mayor and the City Treasurer, is authorized to allocate and reallocate expenditures incurred for the Project to any bonds or notes of the City outstanding as of the date of such allocation, and the bonds or notes to which such expenditures have been allocated shall be deemed to have been issued for such purpose, including the bonds and notes and Project herein authorized.

Section 9. The issue of the bonds aforesaid and of all other bonds or notes of the City heretofore authorized but not yet issued, as of the effective date of this Ordinance, would not cause the indebtedness of the City to exceed any debt limit calculated in accordance with law as shown by the "Debt Statement" attached hereto.

Section 10. The Mayor is hereby authorized to spend a sum not to exceed the aforesaid appropriation for the purposes set forth herein, and the Mayor is specifically authorized to make, execute and deliver any contract or contracts, and any other documents necessary or convenient to complete the improvements authorized herein and the financing thereof.

Section 11. The Mayor, the City Treasurer and the Director of Finance are each hereby authorized to apply for and accept any available State or Federal grant in aid of the financing of the Project, and to take all action necessary or proper in connection therewith.

Section 12. The City hereby expresses its official intent pursuant to 1.150-2 of the Federal Income Tax Regulations, Title 26 (the "Regulations"), to reimburse expenditures paid 60 days prior to and after the date of passage of this ordinance in the maximum amount and for the Project with the proceeds of bonds, notes, or other obligations authorized to be issued by the City. Such obligations shall be issued to reimburse such expenditures not later than 18 months after the later of the date of the expenditure or the substantial completion of the Project, or such later date as the Regulations may authorize. The City hereby certifies that the intention to reimburse as expressed herein is based upon its reasonable expectations as of this date. The Director of Finance or his designee is authorized to pay project expenses in accordance herewith pending the issuance of any such reimbursement obligations, and to amend this declaration.

Section 13. The Director of Finance is hereby authorized to exercise all powers conferred by Section 3-20e of the general statutes with respect to secondary market disclosure and to provide annual information and notices of material events as enumerated in Securities and Exchange Commission Exchange Act Rule 15c2-12, as amended, as may be necessary, appropriate or desirable to effect the sale of the bonds and notes authorized by this ordinance.

Section 14. This ordinance shall become effective fifteen days after its publication in a newspaper of general circulation in the City pursuant to Section 5 of the City Charter.

DEBT STATEMENT		
June 30, 2012		
CITY OF MIDDLETOWN, CONNECTICUT		
ANNUAL RECEIPTS FROM TAXATION AND REIMBURSEMENTS ("BASE")		
Fiscal Year Ended June 30, 2011		107,186,386
BORROWING CAPACITY FOR EACH CLASS:		
2-1/4 times base for General Purposes		241,169,369
4-1/2 times base for Schools		482,338,737
3-3/4 times base for Sewers		401,948,948
3-1/4 times base for Urban Renewal		348,355,755
3 times base for Unfunded Past Benefit Obligations		321,559,158
MAXIMUM AGGREGATE BORROWING CAPACITY:		
7 times Base		750,304,702
INDEBTEDNESS BONDS AND NOTES:		
GENERAL PURPOSES	24,789,430	
SCHOOLS	23,376,320	
SEWERS	3,691,875	
URBAN RENEWAL	-	
UNFUNDED PAST BENEFIT OBLIGATIONS	-	
BONDS AND NOTES AUTHORIZED BUT UNISSUED		
GENERAL PURPOSES	30,945,331	
SCHOOLS	923,449	
SEWERS	22,154,040	
URBAN RENEWAL	-	
UNFUNDED PAST BENEFIT OBLIGATIONS	-	
CLEAN WATER FUND LOANS:		
SEWERS	5,761,815	
SUB-TOTAL INDEBTEDNESS		
	111,642,260	
LESS		
FEDERAL AND STATE OF CONNECTICUT BUILDING GRANTS, COMMITMENTS AND RECEIVABLES		
GENERAL PURPOSE	-	
SCHOOLS	-	
SEWERS	-	
URBAN RENEWAL	-	
TOTAL DEDUCTIONS	0	
NET INDEBTEDNESS LESS TOTAL DEDUCTIONS		
		111,642,260
BALANCE OF BORROWING CAPACITY FOR EACH CLASS		
GENERAL PURPOSE	185,434,608	
SCHOOLS	458,038,968	

SEWERS	370,341,218
URBAN RENEWAL	348,355,755
UNFUNDED PAST BENEFIT OBLIGATIONS	321,559,158
BALANCE OF MAXIMUM AGGREGATE BORROWING CAPACITY AVAILABLE	638,662,442

Agenda Item 5-4

Councilman Daley reads the bond ordinance appropriating \$749,250 for the Russell Library Improvements and Renovations through Section 1.

Motion to Waive the Rules

Councilman Serra moves to waive the reading and his motion is seconded by Councilwoman Kasper. The Chair calls for the vote and it is unanimous to approve with eleven aye votes. The Chair states the matter passes unanimously with eleven affirmative votes.

The Chair states he will entertain a motion regarding the bond ordinance. Councilman Daley moves the ordinance for approval and his motion is seconded by Councilwoman Kasper. The Chair calls for discussion; hearing none, he calls for a vote by roll call

Councilwoman Bartolotta	Aye
Councilman Berch	Aye
Councilman Bibisi	Absent
Councilman Daley	Aye
Councilman Faulkner	Aye
Councilwoman Kasper	Aye
Councilman Klattenberg	Aye
Councilwoman Kleckowski	Aye
Councilman Pessina	Aye
Councilwoman Salafia	Aye
Councilman Santangelo	Aye
Councilman Serra	Aye

The Chair states the matter passes unanimously with eleven affirmative votes.

Ordinance No.
File Name
Description

17-12
City of Middletown Bond Ordinance – Russell Library Improvements
An Ordinance Appropriating \$749,250 For Renovations And
Improvements To Russell Library And Authorizing The Issue of
R749,250 Bonds Of The City To Meet Said Appropriation and Pending
The Issuance Thereof The Making of Temporary Borrowings For Such
Purpose.

(Approved)

Section 1. The sum of \$749,250 is hereby appropriated for renovations and improvements to Russell Library, including, without limitation, alterations, improvements and repairs to the roof, exterior wood and metal, interior, brownstone, weather vane and cupola, and related improvements, as well as related equipment, installation, architectural, engineering, legal, consulting, administrative and financing costs as may be accomplished within said appropriation (hereafter the "Project"). Said appropriation shall be inclusive of state and federal grants in aide thereof.

Section 2. The expected useful life of the Project is in excess of twenty (20) years. The total estimated cost of the Project is \$749,250, no portion of which is expected to be paid from sources other than the proposed bond issue.

Section 3. To meet said appropriation \$749,250 bonds of the City, or so much thereof as may be necessary for said purpose, may be issued, maturing not later than the twentieth (20th) year after their date, or such later date as may be allowed by law. The bonds may be issued in one or more series as shall be determined by the Mayor and the City Treasurer, and the amount of bonds of each series to be issued shall be fixed by the Mayor and the City Treasurer. The bonds shall be issued in an amount necessary to meet the City's share of Project costs determined after considering the estimated amounts of grants in aid of the Project and will provide funds sufficient with other funds available for such purpose to pay the principal of and the interest on all temporary borrowings in anticipation of the receipt of the proceeds of said bonds outstanding at the time of the issuance thereof, and to pay for the administrative, printing and legal costs of issuing the bonds. The bonds shall be in the denomination of \$1,000 or a whole multiple thereof, or, be combined with other bonds of the City and such combined issue shall be in the denomination per aggregate maturity of \$1,000 or a whole multiple thereof, be issued in bearer form or in fully registered form, be executed in the name and on behalf of the City by the manual or facsimile signatures of the Mayor and the City Treasurer, bear the City seal or a facsimile thereof, be certified by a bank or trust company designated by the Mayor and the City Treasurer, which bank or trust company may be designated the registrar and transfer agent, be payable at a bank or trust company designated by the Mayor and the City Treasurer, and be approved as to their legality by Bond Counsel. They shall bear such rate or rates of interest (whether fixed or floating) as shall be determined by the Mayor and the City Treasurer. The bonds shall be general obligations of the City and each of the bonds shall recite that every requirement of law relating to its issue has been duly complied with, that such bond is within every debt and other limit prescribed by law, and that the full faith and credit of the City are pledged to the payment of the principal thereof and the interest thereon and paid from property taxation to the extent not paid from other funds available for the payment thereof. The aggregate principal amount of the bonds of each series, the annual installments of principal, maturity dates, prices, redemption provisions, if any, time of issue and sale, and other terms, details and particulars of such bonds, including the terms of any reserve that might be established as authorized herein,

shall be determined by the Mayor and the City Treasurer in the best interests of the City and in accordance with the requirements of the General Statutes of Connecticut, as amended.

Section 4. Said bonds shall be sold by the Mayor and City Treasurer in a competitive offering or by negotiation, in their discretion. If sold at competitive offering, the bonds shall be at not less than par and accrued interest on the basis of the lowest net or true interest cost to the City, or comparable method. If the bonds are sold by negotiation the purchase contract shall be approved by the Mayor and City Treasurer.

Section 5. The Mayor and the City Treasurer are authorized to make temporary borrowings in anticipation of the receipt of the proceeds of any series of said bonds. Notes evidencing such borrowings shall be signed by the manual or facsimile signatures of the Mayor and the City Treasurer, have the seal of the City or a facsimile thereof affixed, be payable at a bank or trust company designated by the Mayor and the City Treasurer, be certified by a bank or trust company designated by the Mayor and the City Treasurer pursuant to the General Statutes of Connecticut, as amended, and be approved as to their legality by Bond Counsel. They shall be issued with maturity dates which comply with the provisions of the General Statutes governing the issuance of such notes, as the same may be amended from time to time. The notes shall be general obligations of the City and each of the notes shall recite that every requirement of law relating to its issue has been duly complied with, that such note is within every debt and other limit prescribed by law, and that the full faith and credit of the City are pledged to the payment of the principal thereof and the interest thereon. The net interest cost on such notes, including renewals thereof, and the expense of preparing, issuing and marketing them, to the extent paid from the proceeds of such renewals or said bonds, shall be included as a cost of the Project. Upon the sale of said bonds the proceeds thereof, to the extent required, shall be applied forthwith to the payment of the principal of and the interest on any such temporary borrowings then outstanding or shall be deposited with a bank or trust company in trust for such purpose.

Section 6. In connection with the issuance of any bonds or notes authorized herein, the City may exercise any power delegated to municipalities pursuant to Section 7-370b, as may be approved and executed by the Mayor and the City Treasurer, including the authority to enter into agreements moderating interest rate fluctuation, provided any such agreement or exercise of authority shall be approved by the Common Council.

Section 7. With respect to the receipt of original issuance premium or bid premium upon the sale of the bonds or notes herein authorized, the Mayor and City Treasurer are authorized, but not required, to apply original issuance premium and bid premium, if applicable, to fund future debt service payments on such bonds or notes or to fund any purpose for which bonds of the City are authorized to be issued, and such application shall reduce the amount of authorized and unissued bonds of the purpose to which the premium was applied, in the amount so applied.

Section 8. In order to meet the capital cash flow expenditure needs of the City, the Director of Finance, with notice to and advice from the Mayor and the City Treasurer, is authorized to allocate and reallocate expenditures incurred for the Project to any bonds or notes of the City outstanding as of the date of such allocation, and the bonds or notes to which such expenditures have been allocated shall be deemed to have been issued for such purpose, including the bonds and notes and Project herein authorized.

Section 9. The issue of the bonds aforesaid and of all other bonds or notes of the City heretofore authorized but not yet issued, as of the effective date of this Ordinance, would not cause the indebtedness of the City to exceed any debt limit calculated in accordance with law as shown by the "Debt Statement" attached hereto.

Section 10. The Mayor is hereby authorized to spend a sum not to exceed the aforesaid appropriation for the purposes set forth herein, and the Mayor is specifically authorized to make, execute and deliver any contract or contracts, and any other documents necessary or convenient to complete the improvements authorized herein and the financing thereof.

Section 11. The Mayor, the City Treasurer and the Director of Finance are each hereby authorized to apply for and accept any available State or Federal grant in aid of the financing of the Project, and to take all action necessary or proper in connection therewith.

Section 12. The City hereby expresses its official intent pursuant to 1.150-2 of the Federal Income Tax Regulations, Title 26 (the "Regulations"), to reimburse expenditures paid 60 days prior to and after the date of passage of this ordinance in the maximum amount and for the Project with the proceeds of bonds, notes, or other obligations authorized to be issued by the City. Such obligations shall be issued to reimburse such expenditures not later than 18 months after the later of the date of the expenditure or the substantial completion of the Project, or such later date as the Regulations may authorize. The City hereby certifies that the intention to reimburse as expressed herein is based upon its reasonable expectations as of this date. The Director of Finance or his designee is authorized to pay project expenses in accordance herewith pending the issuance of any such reimbursement obligations, and to amend this declaration.

Section 13. The Director of Finance is hereby authorized to exercise all powers conferred by Section 3-20e of the general statutes with respect to secondary market disclosure and to provide annual information and notices of material events as enumerated in Securities and Exchange Commission Exchange Act Rule 15c2-12, as amended, as may be necessary, appropriate or desirable to effect the sale of the bonds and notes authorized by this ordinance.

Section 14. This ordinance shall become effective fifteen days after its publication in a newspaper of general circulation in the City pursuant to Section 5 of the City Charter.

DEBT STATEMENT
June 30, 2012
CITY OF MIDDLETOWN, CONNECTICUT

ANNUAL RECEIPTS FROM TAXATION AND REIMBURSEMENTS ("BASE") Fiscal Year Ended June 30, 2011	107,186,386
BORROWING CAPACITY FOR EACH CLASS:	
2-1/4 times base for General Purposes	241,169,369
4-1/2 times base for Schools	482,338,737
3-3/4 times base for Sewers	401,948,948
3-1/4 times base for Urban Renewal	348,355,755
3 times base for Unfunded Past Benefit Obligations	321,559,158
MAXIMUM AGGREGATE BORROWING CAPACITY:	

7 times Base		750,304,702
INDEBTEDNESS BONDS AND NOTES:		
GENERAL PURPOSES	24,789,430	
SCHOOLS	23,376,320	
SEWERS	3,691,875	
URBAN RENEWAL	-	
UNFUNDED PAST BENEFIT OBLIGATIONS	-	
BONDS AND NOTES AUTHORIZED BUT UNISSUED		
GENERAL PURPOSES	30,945,331	
SCHOOLS	923,449	
SEWERS	22,154,040	
URBAN RENEWAL	-	
UNFUNDED PAST BENEFIT OBLIGATIONS	-	
CLEAN WATER FUND LOANS:		
SEWERS	5,761,815	
SUB-TOTAL INDEBTEDNESS	111,642,260	
LESS		
FEDERAL AND STATE OF CONNECTICUT BUILDING GRANTS, COMMITMENTS AND RECEIVABLES		
GENERAL PURPOSE	-	
SCHOOLS	-	
SEWERS	-	
URBAN RENEWAL	-	
TOTAL DEDUCTIONS	0	
NET INDEBTEDNESS LESS TOTAL DEDUCTIONS		111,642,260
BALANCE OF BORROWING CAPACITY FOR EACH CLASS		
GENERAL PURPOSE	185,434,608	
SCHOOLS	458,038,968	
SEWERS	370,341,218	
URBAN RENEWAL	348,355,755	
UNFUNDED PAST BENEFIT OBLIGATIONS	321,559,158	
BALANCE OF MAXIMUM AGGREGATE BORROWING CAPACITY AVAILABLE		638,662,442

Agenda Item5-5

Councilman Santangelo reads the bond ordinance appropriating \$750,000 for revaluation of the City, through Section 1.

Motion To Waive the Rules

Councilman Klattenberg moves to waive the rules to waive the reading of the rest of the bond ordinance; his motion is seconded by Councilman Faulkner. The Chair, hearing no discussion, calls for the vote. It is unanimous to approve with eleven aye votes. The Chair states the matter passes unanimously with eleven affirmative votes and none in opposition.

The Chair states he will entertain a motion approve. Councilman Santangelo moves the ordinance for approval and his motion is seconded by Councilman Faulkner.

Councilman Serra states with the other bond ordinances our City is able to handle this and these are improvements of the infrastructure for the City of Middletown and the way financial ratings are handle is that the rating system, in part, looks at how we handle finances and what we do with infrastructure. We are retiring \$10 million each year for the next number of years and we bond for ten years and it gives us a nice rating of 1.7%. We are doing the right thing by voting yes; we need to continue to do this so we don't have problems like some other Connecticut towns.

The Chair asks if there is any further discussion; seeing none, he calls the vote by roll call.

Councilwoman Bartolotta	Aye
Councilman Berch	Aye
Councilman Bibisi	Absent
Councilman Daley	Aye
Councilman Faulkner	Aye
Councilwoman Kasper	Aye
Councilman Klattenberg	Aye
Councilwoman Kleckowski	Aye
Councilman Pessina	Aye
Councilwoman Salafia	Aye
Councilman Santangelo	Aye
Councilman Serra	Aye

The Chair states the matter passes unanimously with eleven affirmative votes.

Ordinance No.	18-12
File Name	CityofMiddletownBondOrdinance – revaluation
Description	An Ordinance Appropriating \$750,000 For the Physical Inspection and Revaluation Of All Real Property In The City And Authorizing The Issue

Of \$750,000 Bonds Of The City To Meet Said Appropriation And Pending The Issuance Thereof The Making Of Temporary Borrowings For Such Purpose.

(Approved)

Section 1. The sum of \$750,000 is hereby appropriated for the physical inspection and revaluation of all real property located within the City for the October 1, 2013 Grand List, as well as any related equipment, hardware components, software systems, installation, configuration services, training and support, consultants and contractors, testing, legal, administrative and financing costs as may be accomplished within said appropriation (hereafter the "Project"). Said appropriation shall be inclusive of state and federal grants in aid thereof.

Section 2. The expected useful life of the Project is ten (10) years. The total estimated cost of the Project is \$750,000, no portion of which is expected to be paid from sources other than the proposed bond issue.

Section 3. To meet said appropriation \$750,000 bonds of the City, or so much thereof as may be necessary for said purpose, may be issued, maturing not later than the tenth (10th) year after their date, or such later date as may be allowed by law. The bonds may be issued in one or more series as shall be determined by the Mayor and the City Treasurer, and the amount of bonds of each series to be issued shall be fixed by the Mayor and the City Treasurer. The bonds shall be issued in an amount necessary to meet the City's share of Project costs determined after considering the estimated amounts of grants in aid of the Project and will provide funds sufficient with other funds available for such purpose to pay the principal of and the interest on all temporary borrowings in anticipation of the receipt of the proceeds of said bonds outstanding at the time of the issuance thereof, and to pay for the administrative, printing and legal costs of issuing the bonds. The bonds shall be in the denomination of \$1,000 or a whole multiple thereof, or, be combined with other bonds of the City and such combined issue shall be in the denomination per aggregate maturity of \$1,000 or a whole multiple thereof, be issued in bearer form or in fully registered form, be executed in the name and on behalf of the City by the manual or facsimile signatures of the Mayor and the City Treasurer, bear the City seal or a facsimile thereof, be certified by a bank or trust company designated by the Mayor and the City Treasurer, which bank or trust company may be designated the registrar and transfer agent, be payable at a bank or trust company designated by the Mayor and the City Treasurer, and be approved as to their legality by Bond Counsel. They shall bear such rate or rates of interest (whether fixed or floating) as shall be determined by the Mayor and the City Treasurer. The bonds shall be general obligations of the City and each of the bonds shall recite that every requirement of law relating to its issue has been duly complied with, that such bond is within every debt and other limit prescribed by law, and that the full faith and credit of the City are pledged to the payment of the principal thereof and the interest thereon and paid from property taxation to the extent not paid from other funds available for the payment thereof. The aggregate principal amount of the bonds of each series, the annual installments of principal, maturity dates, prices, redemption provisions, if any, time of issue and sale, and other terms, details and particulars of such bonds, including the terms of any reserve that might be established as authorized herein, shall be determined by the Mayor and the City Treasurer in the best interests of the City and in accordance with the requirements of the General Statutes of Connecticut, as amended.

Section 4. Said bonds shall be sold by the Mayor and City Treasurer in a competitive offering or by negotiation, in their discretion. If sold at competitive offering, the bonds shall be at not less than par and accrued interest on the basis of the lowest net or true interest cost to the City, or comparable method. If the bonds are sold by negotiation the purchase contract shall be approved by the Mayor and City Treasurer.

Section 5. The Mayor and the City Treasurer are authorized to make temporary borrowings in anticipation of the receipt of the proceeds of any series of said bonds. Notes evidencing such borrowings shall be signed by the manual or facsimile signatures of the Mayor and the City Treasurer, have the seal of the City or a facsimile thereof affixed, be payable at a bank or trust company designated by the Mayor and the City Treasurer, be certified by a bank or trust company designated by the Mayor and the City Treasurer pursuant to the General Statutes of Connecticut, as amended, and be approved as to their legality by Bond Counsel. They shall be issued with maturity dates which comply with the provisions of the General Statutes governing the issuance of such notes, as the same may be amended from time to time. The notes shall be general obligations of the City and each of the notes shall recite that every requirement of law relating to its issue has been duly complied with, that such note is within every debt and other limit prescribed by law, and that the full faith and credit of the City are pledged to the payment of the principal thereof and the interest thereon. The net interest cost on such notes, including renewals thereof, and the expense of preparing, issuing and marketing them, to the extent paid from the proceeds of such renewals or said bonds, shall be included as a cost of the Project. Upon the sale of said bonds the proceeds thereof, to the extent required, shall be applied forthwith to the payment of the principal of and the interest on any such temporary borrowings then outstanding or shall be deposited with a bank or trust company in trust for such purpose.

Section 6. In connection with the issuance of any bonds or notes authorized herein, the City may exercise any power delegated to municipalities pursuant to Section 7-370b, as may be approved and executed by the Mayor and the City Treasurer, including the authority to enter into agreements moderating interest rate fluctuation, provided any such agreement or exercise of authority shall be approved by the Common Council.

Section 7. With respect to the receipt of original issuance premium or bid premium upon the sale of the bonds or notes herein authorized, the Mayor and City Treasurer are authorized, but not required, to apply original issuance premium and bid premium, if applicable, to fund future debt service payments on such bonds or notes or to fund any purpose for which bonds of the City are authorized to be issued, and such application shall reduce the amount of authorized and unissued bonds of the purpose to which the premium was applied, in the amount so applied.

Section 8. In order to meet the capital cash flow expenditure needs of the City, the Director of Finance, with notice to and advice from the Mayor and the City Treasurer, is authorized to allocate and reallocate expenditures incurred for the Project to any bonds or notes of the City outstanding as of the date of such allocation, and the bonds or notes to which such expenditures have been allocated shall be deemed to have been issued for such purpose, including the bonds and notes and Project herein authorized.

Section 9. The issue of the bonds aforesaid and of all other bonds or notes of the City heretofore authorized but not yet issued, as of the effective date of this Ordinance, would not cause the indebtedness of the City to exceed any debt limit calculated in accordance with law as shown by the "Debt Statement" attached hereto.

Section 10. The Mayor is hereby authorized to spend a sum not to exceed the aforesaid appropriation for the purposes set forth herein, and the Mayor is specifically authorized to make, execute and deliver any contract or contracts, and any other documents necessary or convenient to complete the improvements authorized herein and the financing thereof.

Section 11. The Mayor, the City Treasurer and the Director of Finance are each hereby authorized to apply for and accept any available State or Federal grant in aid of the financing of the Project, and to take all action necessary or proper in connection therewith.

Section 12. The City hereby expresses its official intent pursuant to 1.150-2 of the Federal Income Tax Regulations, Title 26 (the "Regulations"), to reimburse expenditures paid 60 days prior to and after the date of passage of this ordinance in the maximum amount and for the Project with the proceeds of bonds, notes, or other obligations authorized to be issued by the City. Such obligations shall be issued to reimburse such expenditures not later than 18 months after the later of the date of the expenditure or the substantial completion of the Project, or such later date as the Regulations may authorize. The City hereby certifies that the intention to reimburse as expressed herein is based upon its reasonable expectations as of this date. The Director of Finance or his designee is authorized to pay project expenses in accordance herewith pending the issuance of any such reimbursement obligations, and to amend this declaration.

Section 13. The Director of Finance is hereby authorized to exercise all powers conferred by Section 3-20e of the general statutes with respect to secondary market disclosure and to provide annual information and notices of material events as enumerated in Securities and Exchange Commission Exchange Act Rule 15c2-12, as amended, as may be necessary, appropriate or desirable to effect the sale of the bonds and notes authorized by this ordinance.

Section 14. This ordinance shall become effective fifteen days after its publication in a newspaper of general circulation in the City pursuant to Section 5 of the City Charter.

DEBT STATEMENT June 30, 2012 CITY OF MIDDLETOWN, CONNECTICUT		
ANNUAL RECEIPTS FROM TAXATION AND REIMBURSEMENTS ("BASE") Fiscal Year Ended June 30, 2011		107,186,386
BORROWING CAPACITY FOR EACH CLASS:		
2-1/4 times base for General Purposes		241,169,369
4-1/2 times base for Schools		482,338,737
3-3/4 times base for Sewers		401,948,948
3-1/4 times base for Urban Renewal		348,355,755
3 times base for Unfunded Past Benefit Obligations		321,559,158
MAXIMUM AGGREGATE BORROWING CAPACITY: 7 times Base		750,304,702
INDEBTEDNESS BONDS AND NOTES:		
GENERAL PURPOSES	24,789,430	
SCHOOLS	23,376,320	
SEWERS	3,691,875	
URBAN RENEWAL	-	
UNFUNDED PAST BENEFIT OBLIGATIONS	-	
BONDS AND NOTES AUTHORIZED BUT UNISSUED		
GENERAL PURPOSES	30,945,331	
SCHOOLS	923,449	
SEWERS	22,154,040	
URBAN RENEWAL	-	
UNFUNDED PAST BENEFIT OBLIGATIONS	-	
CLEAN WATER FUND LOANS:		
SEWERS	5,761,815	
SUB-TOTAL INDEBTEDNESS	111,642,260	
LESS		
FEDERAL AND STATE OF CONNECTICUT BUILDING GRANTS, COMMITMENTS AND RECEIVABLES		
GENERAL PURPOSE	-	
SCHOOLS	-	
SEWERS	-	
URBAN RENEWAL	-	
TOTAL DEDUCTIONS	0	
NET INDEBTEDNESS LESS TOTAL DEDUCTIONS		111,642,260
BALANCE OF BORROWING CAPACITY FOR EACH CLASS		
GENERAL PURPOSE	185,434,608	
SCHOOLS	458,038,968	
SEWERS	370,341,218	
URBAN RENEWAL	348,355,755	
UNFUNDED PAST BENEFIT OBLIGATIONS	321,559,158	
BALANCE OF MAXIMUM AGGREGATE BORROWING CAPACITY AVAILABLE		638,662,442

Agenda Item **6-1**

Councilman Serra reads and moves for approval agenda item 6-1, an executive session to discuss open space property with members of the Conservation Commission; his motion is seconded by Councilman Pessina. There is no discussion; the vote is called and it is unanimous to approve with eleven aye votes. The Chair states the matter passes unanimously.

Resolution No.	141-12
File Name	ccexecutsessconservation2012
Description	Approving holding an executive session immediately following the passage of this resolution to meet with the Conservation Commission members for the purpose of discussing the selection of open space purchases in the City of Middletown pursuant to Connecticut General Statutes 1-200 (6) (D) and 1-231 (a).

(Approved)

BE IT RESOLVED BY THE COMMON COUNCIL OF THE CITY OF MIDDLETOWN: That it hold an executive session immediately following the passage of this Resolution to meet with the Conservation Commission members for purpose of discussing the selection of open space purchases in the City of Middletown pursuant to Connecticut General Statutes 1-200 (6) (D) and 1-231 (a).

the Chair asks everyone except the invited guests to leave the Chamber at 7:30 p.m.

Executive Session Opens

The Chair opens the Executive Session at 7:40 p.m. Everyone except invited guests, Michael Ennis, Jane Brawerman, Sheila Stoane, and Eric Mosher are present.

Return to Open Session

The Chair closes and returns to open session at 8:46 and asks for a motion to adjourn.

Motion to Adjourn

Councilman Serra moves to adjourn and his motion is seconded by Councilman Daley. The vote is called and it is unanimous with eleven aye votes. The Chair declares the meeting adjourned at 8:46 p.m.

ATTEST:

MARIE O NORWOOD
Common Council Clerk